erearch Comprandum W2-3, 19, January 25, 1962

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Merctintions. The Soviet press has as yet made no mention of the fact that conversations between Ambassador Thompson and Soviet Foreign Tinister Gromyko have taken place in Moscow. The subject was, however, discussed in at least one public lecture in Moscow and is being extensively noted in the East German press (although without discussion of substance). Soviet reaction as reflected in the lecturer's comments remained carefully noncommittal but did stress that the USSR preferred a negotiated settlement to a separate peace treaty. The matter of an international access authority was cited factually as one of the topics of discussion.

The Soviet press has also avoided reference to the existence of the December 27 aide-memoire to the FRG; however, the memorandum's contents and theme are being increasingly exploited, albeit, side by side with continuing anti-German distribes geared to the Heusinger note. The Soviet appeal to Bonn may also be reflected in the somewhat more cooperative Soviet handling of German repatriation cases from the USSR in recent weeks and in the relative absence of Soviet attacks against Adenauer of late. (Adenauer's January 17 speech extolling the political implications of the Common Karket - a theme generally anotheme to the USSA -- has elicited no Soviet comment whatever as yet.)

Military Preparations and Demonstrations. Bulgarian and Czech conscripts whose terms of service were extended due to the Berlin emergency are reportedly now being released from their respective units. Polish reservists called up at the same time are to be released in March, by white time new recruits are expected to be sufficiently trained to replace them. Polish units under Warsaw Pact command are reportedly still de fall elert status.

The GDR Yolskonner enacted a bill on military conscription at its January 24 session, providing for compulsory military service for 18 to 26 year old male GDE citizens. The time and extent of the implementation of the law was left to the Defense Minister's discretion. The GDR Defense Minister has also called for premilitary training in weaponry,

FOI, EO or PA exemptions _ TS authority to: () CLASSIFY &s_ . OADR () DOWN G. ADD TO to () 8 or () C OADR

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Soviet tanks witherew from the vicinity of the Friedrichstrasse

Soviet tanks withdraw from the wichinity of the Friedrichstrasse sector crossing point the night of January 17-18 following the partial withdrawal of imerican take from the area. It the same time, Joviet military personnel are reportedly more in evidence at the sector border, manning various observation towers along the length of the border.

<u>Seven Seutschland January 20 published the statement of a GDE army component to the effect that the East German armed forces on border duty Lugust 13 would have that back with force had the lest reacted militarily to the building of the Ball. The component specified the NYE would have cented fire on Germans or well as on Emericans.</u>

Sice reporting on the "Long Thrust" exercises continued to be extensive but with a minimum of editorial comment or polemicising, other than routine references to increasing tension.

Berlin and Germany. No changes in access procedure to or within Berlin have been instituted during the past week. However, the construction of what may prove to be custom sheds at the verious sector crossing points into East Berlin continues and additional movable barriers have appeared on the lenes of the Berlin-Helmstedtautobahn in the Babelsberr vicinity.

The new East Corman customs law (reported earlier) received its first reading at the January 24 session of the GDT Volkskommer. In its official justification of the new legislation, the GDT Council of Ministers accused the West German Government of illegally asserting claims of sovereignty — through the FDG custom regulations of January 1, 1962 — with respect to "the GDR and West Berlin as well as to territories of Feland, the USDR and the French Espublic." The GDR statement assorted that West Berlin lies within the customs and sovereign territory of the GDR and is not a part of the Federal customs area, and that the GDR sees itself compelled to initiate bustom duties" which "correspond to the actual situation in Germany."

In the woke of the smallpox outbreak in Europe, GDR authorities were reported to be densidering deemnding vecination certification from all citisens of the FRO and of other epidemic areas for travel within the GDR er to Berlin. Csechoelowak authorities have already instituted such demaids on a temporary basis for FLO citisens entering Csechoelowakia.

"Both the GDR and Roscow media have termed Chancellor Adenauer's impending visit to West Berlin January 25 a provocation and one involving "misuse of the air corridors" by the American authorities who are providing him with air transportation.

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AND AND OF SOUTH PROPERTY.

The USL still emparts option to permit predictionary negotiations to develop at a letsurely pace. The attenents of the Rescow lecturer indicate that the interactional access authority proposal is still under consideration by the loviets.

There are no indications the USSE intends to revive at the moment the threat of a separate peace treaty. There are some signs which could be interpretated as meaning that the Seviets will de-emphasize this threat for some time.

Respite evident GDR disapproval of the tactic, the USSR apparently intends to continue its efforts to voo the FRG, at least for the time being.

The removal of Joviet tanks from the Berlin sector border and the increased Soviet military presence in the border area appear designed both to reduce tension and to establish direct Soviet control over the sector border vicinity. The demonstrative Joviet presence is probably intended primarily to discourage incidents developing in the area; at the same time, it could be utilized to backstop any further central measures the GDR may impose on sector entry.

The East German customs law will, if implemented, provide the CD. regime with a "legal" basis for interference with FTG goods traffic transiting the GD. However, decisive moves against FTG-Host Berlin traffic will probably not be taken before the conclusion of a peace treaty or a formal settlement on Berlin. It is of interest that the bill only underwent a first reading (two are required) at the Yolksharrer session. The draft had already been approved by the GD. Gouncil of Ministers December 14 and could easily have been enacted at one session of the parliament (as was the conscription law). Evidently smactment of the new law is to be postponed for an indefinite period, possibly on orders from Rescow to credd interference with the progress of the Thompson-Growyke tolks.

There is some evidence that the customs law is only one of a series of planned East German moves, preparations for which have been undervey for some time, but which are now being held in absyance, possibly in the interests of maintaining an atmosphere conductive to diplomatic negotiations. However, the East German measures could be implemented quickly to increase tension in Berlin should the Moscow talks result in an impose.

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